

This THERMAL ENTITLEMENT AGREEMENT ("Agreement") is dated as of the 9th day of January, 2007 by and between Central Maine Power Company, a Maine corporation ("CMP"), and FPL Energy Power Marketing, Inc., a Florida corporation ("Buyer"). This Agreement sets forth the terms and conditions under which CMP will transfer to Buyer, during the Term (as defined below), the Entitlements associated with certain undivested Power Purchase Agreements ("PPAs") between CMP and third party power suppliers (the "Power Sellers").

WHEREAS, CMP is a party to the PPAs set forth in Schedule 1 hereto, pursuant to which CMP receives electric capacity and energy from the Facilities referenced therein; and

WHEREAS, Section 3204 of Title 35-A of the Maine Revised Statutes requires that each investor-owned electric utility sell its rights to capacity and energy from all undivested generation assets and generation-related business, including the PPAs; and

WHEREAS, pursuant to Section 3212 of Title 35-A of the Maine Revised Statutes and Chapter 301 of Rules and Regulations of the Commission, the Commission has issued a Request for Proposals to supply Standard Offer Service to CMP's residential and small commercial class customers, which allowed responsive proposals to include provisions to purchase the Entitlements from CMP's Thermal PPAs; and

WHEREAS, pursuant to Section 3204 of Title 35-A of the Maine Revised Statutes and Chapter 307 of the Commission's Rules and Regulations, CMP has issued a request for bids for the capacity and energy, as well as ancillary services, from the PPAs; and

WHEREAS, Buyer has been selected as the winning bidder for the Entitlements under the PPAs and desires to purchase such right to the Entitlements from CMP, and CMP wishes to transfer such right to the Entitlements to the Buyer on the terms and conditions set forth herein.

NOW, THEREFORE, for and in consideration of the foregoing, the covenants herein contained and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties hereby agree as follows:

ARTICLE 1 DEFINITIONS

1.1 Definitions.

As used herein, the following terms have the following meanings:

"Affiliate" means, with respect to any person, any other person (other than an individual) that, directly or indirectly, through one or more intermediaries, controls, or is controlled by, or is under common control with, such person. For this purpose, "control" means the direct or indirect ownership of fifty percent (50%) or more of the outstanding capital stock or other equity interests having ordinary voting power.

"Business Day" means any day except a Saturday, Sunday, a Federal Reserve holiday, a holiday recognized by the State of Maine or a holiday as defined by the North American Electric Reliability Council or any successor organization thereto. A Business Day shall open at 8:00 a.m. and close at 4:00 p.m. local time for the relevant party's principal place of business. The relevant party, in each instance under this Agreement, unless otherwise specified, shall be the party from whom the notice, payment or delivery is being sent and by whom the notice or payment or delivery is to be received.

"Buyer" means FPL Energy Power Marketing, Inc. and its permitted successors and assigns.

"Buyer Guarantor" means the Guarantor that is identified in the Credit and Settlement Agreement.

"Capacity Charge" means the product of the Delivered UCAP multiplied by the applicable Capacity rate for such month, as set forth in Schedule 2.

"CMP" means Central Maine Power Company and its permitted successors and assigns.

"CMP Required Regulatory Approvals" means receipt by CMP of notification from the Commission, pursuant to Section 7(I) of Chapter 307 of the Commission's Rules and Regulations, that this Agreement shall become effective.

"Commission" means the Maine Public Utilities Commission, and any successor organization.

"Credit and Settlement Agreement" means the Comprehensive Credit Support and Final Settlement Calculation Agreement, of even date herewith, by and among CMP and Buyer.

"Delivered UCAP" means the kilowatts of Unforced Capacity from the Facilities for which CMP receives credit pursuant to the applicable ISO-NE Market Rules and Manuals.

"Delivery Point" means any point, as determined by CMP, where CMP delivers the Entitlements to Buyer, as forth in Section 9.1.

"Designated Entity" means the single point of contact, designated by each ISO-NE Participant, to which ISO-NE will communicate Dispatch Instructions and from which ISO-NE will accept Redesignations. The duties of the Designated Entity are set

"Effective Date" means that date when all of the conditions specified in Article 2 are satisfied or waived by the Party for whose benefit such condition exists.

"Energy" means power produced in the form of electricity, measured in kilowatt-hours, which is delivered to CMP from the Power Sellers.

"Entitlement(s)" means the Energy and Unforced Capacity and any other ISO-NE products or services for which CMP receives credit pursuant to the applicable ISO-NE Market Rules and Manuals as a result of deliveries by Power Sellers under the PPAs.

"Entitlement Sales Charge" means the monthly amount to be paid by the Buyer to CMP, which shall equal the sum of the On-Peak Energy Charge, the Off-Peak Energy Charge and the Capacity Charge.

"Facility" or "Facilities" means the plant and equipment utilized by Power Sellers to produce Entitlements for delivery to CMP.

"FERC" means the Federal Energy Regulatory Commission, and any successor organization.

"Good Utility Practice" means any of the applicable practices, methods and acts which in exercise of reasonable judgment in light of the facts known at the time the decision was made, could have been expected to accomplish the desired result at a reasonable cost consistent with law, regulation, good business practices, generation, transmission, and distribution reliability, safety, and expedition. Good Utility Practice is not intended to be limited to the optimum practice, method, or act to the exclusion of all others, but rather to acceptable practices, methods or acts generally accepted in the region.

"ISO-NE" means ISO New England Inc. or any successor entity.

"ISO-NE Market Rules and Manuals" means Section III of the ISO-NE Tariff and its implementing Manuals adopted by ISO-NE to govern the operation of the ISO-NE markets for energy, reserves and capability, as amended from time to time.

"ISO-NE Rules" means all rules and operating procedures adopted by ISO-NE, as such rules and operating procedures may be amended from time to time, including but not limited to, the ISO-NE Market Rules and Manuals and ISO-NE Operating Procedures.

"ISO-NE Tariff" means the ISO New England Inc. Transmission, Markets and Services Tariff, FERC Electric Tariff No. 3, effective February 1, 2005, as may be amended from time to time.

"Lead Participant" means the entity responsible for submitting all bid information to ISO-NE for any Resource.

"NERC" means North American Electric Reliability Council or any successor entity.

"Off-Peak Energy Charge" means the product of the kilowatt-hours of Energy delivered to Buyer during Off-Peak Hours during any month multiplied by the applicable off-peak energy rate for that month, as set forth in Schedule 2.

"Off-Peak Hours" means all hours that are not On-Peak Hours.

"On-Peak Energy Charge" means the product of the kilowatt-hours of Energy delivered to Buyer during On-Peak Hours during any month multiplied by the applicable on-peak energy rate for that month, as set forth in Schedule 2.

"On-Peak Hours" means all hours Monday through Friday from 7:00 A.M. through 11:00 P.M., except for legal holidays recognized by NERC.

"Order" has the meaning set forth in Article 14.

"Party" means either CMP or Buyer and "Parties" means both of CMP and Buyer.

"Power Purchase Agreements" or "PPAs" means the contracts listed in Schedule 1, pursuant to which CMP receives the Entitlements from the Facilities referenced therein.

"Power Sellers" means the third party power suppliers from which CMP purchases the Entitlements pursuant to the PPAs.

"PPA Restructuring" means (i) the amendment of a PPA, (ii) the termination of a PPA by agreement between CMP and a Power Seller, or (iii) the termination of a PPA by agreement between CMP and a Power Seller and execution of a new agreement by CMP to purchase electric power, in any case intended to reduce CMP's costs of purchasing the Entitlements from the PPA.

"Retail SOS Agreement" means the Standard Offer Provider Standard Service Agreement, of January 9, 2007, by and between CMP as the T&D thereunder and Buyer as the SOS Provider.

"SOS Provider" means a provider of retail Standard Offer Service to residential and small commercial class customers in CMP's service territory during the Standard Offer Term pursuant to the Order.

"Standard Offer Service" means the retail standard offer service to be provided by Buyer to residential and small commercial class customer's in CMP's service territory during the Standard Offer Term pursuant to the Order.

"Standard Offer Term" means the period from March 1, 2007 through February 28, 2010.

"Term" shall have the meaning specified in Section 2.4 hereof.

1.2 Terms Incorporated by Reference

This Agreement includes certain capitalized terms that are not explicitly defined in Section 1.1 or elsewhere in this Agreement. Such capitalized terms shall have the meanings specified in the ISO-NE Tariff and the ISO-NE Market Rules and Manuals, which meanings are incorporated herein by reference and made a part hereof. In the event of any inconsistency between a definition contained herein and a definition contained in either the ISO-NE Tariff or the ISO-NE Market Rules and Manuals, the definition in this Agreement will control for purposes of this Agreement. Further, the terms of the Credit and Settlement Agreement shall be incorporated by reference herein and shall be made a part hereof. In the event of any inconsistency between the terms set forth in the Credit and Settlement Agreement and the terms set forth herein, the terms contained in the Credit and Settlement Agreement shall govern and control.

ARTICLE 2
CONDITIONS PRECEDENT, EFFECTIVE DATE AND TERM

2.1 Conditions on Obligations of CMP and the Buyer.

The obligations of CMP and the Buyer under this Agreement and the designation of the Effective Date for the commencement of this Agreement are subject to the fulfillment and satisfaction of each of the following conditions precedent, any one or more of which may only be waived in writing, in whole or in part, by the Party for whose benefit such condition exists. As used in this Agreement, the "Party for whose benefit a condition exists" means the Party whose obligation is contingent upon the occurrence of that condition.

2.1.1 Conditions on Obligations of CMP.

(a) The Buyer shall have delivered to CMP within the time frame set forth in Section 2.2 any credit support required by the Credit and Settlement Agreement.

(b) All representations and warranties of Buyer contained in this Agreement shall be true and correct in all material respects as of the date when made and at and as of the Effective Date as though such representations and warranties had been made or given on such date (except to the extent such representations and warranties specifically pertain to an earlier date), and Buyer shall have delivered to CMP a certificate, substantially in the form contained in Exhibit A, dated as of the Effective Date and signed by one of its duly authorized officers to such effect.

(c) There shall not be any litigation or proceeding pending that restrains, prohibits or prevents or seeks to restrain, prohibit or prevent, the

Parties (or either Party) from consummating the transactions contemplated by this Agreement. Attachment 2
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(d) All CMP Required Regulatory Approvals shall have been received and are final and in full force and effect pursuant to a final, non-appealable order.

2.1.2 Conditions on Obligations of Buyer.

(a) All representations and warranties of CMP contained in this Agreement shall be true and correct in all material respects as of the date when made and at and as of the Effective Date as though such representations and warranties had been made or given on such date (except to the extent such representations and warranties specifically pertain to an earlier date), and CMP shall have delivered to Buyer a certificate, substantially in the form contained in Exhibit A, dated as of the Effective Date and signed by one of its duly authorized officers to such effect.

(b) There shall not be any litigation or proceeding pending that restrains, prohibits or prevents or seeks to restrain, prohibit or prevent, the Parties (or either Party) from consummating the transactions contemplated by this Agreement.

(c) All CMP Required Regulatory Approvals shall have been received by CMP and be final and in full force and effect pursuant to a final, non-appealable order, which approvals shall not have materially modified the express terms and conditions of this Agreement.

2.2 Satisfaction of Conditions.

Each Party agrees to cooperate in good faith with the other Party and shall take all practicable actions and devote resources reasonably necessary to obtain satisfaction of the conditions set forth in Section 2.1 as soon as reasonably possible. In addition, but without limiting the foregoing, Buyer covenants and agrees to deliver any credit support required pursuant to the Credit and Settlement Agreement within ten (10) days after execution of this Agreement. Failure to deliver said credit support in a timely fashion shall constitute an event of default under this Agreement for which CMP may terminate this Agreement under Section 12.3 and recover damages. Such right to terminate and recover damages shall apply notwithstanding the nonoccurrence of any other condition on Buyer's obligations hereunder, it being the intent of the Parties that Buyer shall provide financial assurance of its performance as soon as possible after entry into this Agreement. In the event that Buyer terminates this Agreement on account of failure of a condition set forth in section 2.1.2, CMP shall return to Buyer any credit support that has been provided pursuant to the Credit and Settlement Agreement.

2.3 Failure to Satisfy Conditions.

In the event that conditions set forth in Section 2.1.1 (Conditions on

Obligations of CMP) or Section 2.1.2 (Conditions on Obligations of Buyer) are not satisfied or waived on or before January 15, 2007 (or such earlier date as is set forth in Section 2.1.1(a) for certain occurrences), then either Party, at its option, may terminate this Agreement by delivering a notice of termination to the other Party. Notice of termination for failure of a condition must be in writing and issued prior to the date when the condition is belatedly satisfied or waived by the Party for whose benefit such condition exists, and shall identify in reasonable detail the condition(s) which have not been satisfied. Upon any termination of this Agreement in accordance with this Section 2.3, neither Party shall have any obligation to the other under this Agreement, other than in respect of failure to comply with Section 2.2.

2.4 Term.

Unless earlier terminated in accordance with Section 2.3 or as otherwise provided in Article 12, this Agreement shall remain in effect from the Effective Date through and including February 28, 2010 ("Term"). The obligations contained in Section 2.2 are effective immediately, prior to the Effective Date. At the expiration of the Term, the Parties shall no longer be bound by the terms and conditions of this Agreement, except to the extent necessary to enforce the rights and obligations of the Parties arising under this Agreement prior to the expiration of the Term.

ARTICLE 3 TRANSFER OF ENTITLEMENTS

3.1 Nature of the Entitlements

(a) Commencing as of the beginning of the Delivery Term as set forth in 3.1(d) and thereafter during the term of this Agreement, CMP shall sell and deliver and Buyer shall purchase and receive the Entitlements. The Entitlements transferred hereunder arise from CMP's purchase obligations under the PPAs set forth on Schedule 1. CMP represents and warrants that the PPAs are in force and effect and that Schedule 1 sets forth all material amendments and modifications to the PPAs. The Buyer represents that it has not relied upon any other document or representation of CMP in determining the scope of the transfer hereunder. To the best of the knowledge of CMP, neither CMP nor any of the Power Sellers is in default under the terms of any of the PPAs, nor has any event occurred which with the passage of time, after notice, if required, would become an event of default under any of the PPAs. The Entitlements transferred hereunder are "as is, where is," and CMP makes no representation or warranty as to the condition or capability of any Power Seller or its Facility. To the extent that CMP has provided information regarding the Power Sellers and their Facilities in connection with the solicitation or negotiation of this Agreement, CMP shall have no liability for the accuracy or completeness of such information, other than CMP's representations regarding the identity of the PPAs and amendments thereto.

(b) A PPA shall be automatically deleted from Schedule 1 without further action by the Parties and CMP will have no further obligation to transfer to the Buyer any of the Entitlements from that PPA upon (i) the expiration of a PPA pursuant

to its terms or (ii) the termination of a PPA pursuant to its terms. CMP will provide notice to the Buyer of such a termination as soon as reasonably practicable.

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(c) CMP shall have the continuing right to enter into PPA Restructurings with Power Sellers; provided, however, that no PPA Restructuring shall become effective unless either (i) in CMP's reasonable judgment, the amount and fuel source of the Entitlements remain materially unchanged or (ii) the Buyer and all other purchasers of Entitlements from the PPA consent to a change in the delivery levels or the fuel source type. Notwithstanding the foregoing, CMP retains all rights to take any legally authorized actions if a Power Seller shall be in default under a PPA. Nothing in this Agreement shall limit CMP's right to dispute in good faith the extent to which a payment or other performance is due to or from a Power Seller and to withhold performance to a Power Seller pending a final resolution of the dispute.

(d) The delivery of the Entitlements to Buyer hereunder shall commence on March 1, 2007 and shall end at midnight on February 28, 2010, unless terminated earlier pursuant to this Agreement ("Delivery Term").

3.2 Transfer of Entitlements

(a) In consideration of the payment by the Buyer of the Entitlement Sales Charge and subject to the terms and conditions hereof, CMP hereby agrees to transfer the Entitlements to Buyer during the Delivery Term. So long as the Buyer is not in default of its obligations hereunder, the Buyer shall be entitled to receive the Entitlements from CMP during the Delivery Term. CMP and Buyer shall take all actions necessary, including, without limitation, the completion and delivery of all agreements and documents required by ISO-NE, any other independent system operator, regional transmission organization or other transmission organization, electric reliability council or governmental or regulatory authority as reasonably requested by Buyer to enable Buyer to receive credit for the Entitlements and to enable Buyer to transact with respect thereto for its own account.

(b) Without the consent of CMP, which consent may not be unreasonably withheld, the Buyer shall not enter into any separate agreement with, make any request of, or provide any inducement to any Power Seller or any Affiliate of a Power Seller which would in any way affect the Entitlements received by CMP.

3.3 Rights Reserved to CMP.

Except as otherwise set forth in this Agreement, CMP is authorized to take all actions that it may lawfully take under any of the PPAs, without approval by the Buyer. Notwithstanding any other provisions of this Agreement to the contrary, CMP shall retain all rights under the PPAs with respect to:

(a) Rearrangement, relocation, retirement or abandonment of CMP's facilities as set forth in the PPAs;

(b) Maintenance of metering and telemetry equipment;

- (c) Meter readings from the Facilities and adjustments to the same;
- (d) Maintenance of Interconnection Facilities as such term is defined in the PPAs;
- (e) Issuing instructions to Power Sellers in connection with System Emergencies and System Pre-Emergencies (as defined in the PPAs) and requiring conformity with such instructions;
- (f) Administration and enforcement of any provision of any PPA relating to the maintenance and operation of the Interconnection and protection of CMP's system;
- (g) Utilization of any dispatching or scheduled maintenance provision of any PPA in conjunction with any CMP undertaking in accordance with this Agreement; provided, however, that CMP shall use reasonable efforts to dispatch the Facilities and schedule maintenance of the Facilities in accordance with CMP's historic practices with respect to such matters;
- (h) Termination of any PPA pursuant to any right set forth therein, including termination for cause or otherwise; and
- (i) Such other and further actions as are set forth in Article 7 hereof.

3.4 Availability of Entitlements

CMP makes no representation, guaranty or warranty (either express or implied) concerning the amount of Entitlements that will be received by CMP pursuant to the PPAs and subsequently transferred to Buyer under this Agreement. The amount of Entitlements made available to the Buyer under this Agreement is subject to performance of any of the Power Seller's obligations under any of the PPAs, and the Buyer acknowledges that it is subject to all of the risks and obligations of performance by the Power Sellers, including without limitation, with respect to the availability of the Entitlements. Buyer's sole remedy for the failure of performance by Power Sellers shall be to receive its proportionate share of any damages collected by CMP pursuant to the terms of the PPAs, as further described in Section 7.3. The disclaimer of representations and warranties set forth in this Section 3.4 shall in no way affect the representations and warranties of CMP set forth in Section 10.1 hereof.

3.5 ISO-NE Market Participant Status.

To the extent required to perform their obligations under this Agreement, CMP and Buyer shall each, during the Term of this Agreement, (i) maintain an effective Market Participant Service Agreement pursuant to the ISO-NE Tariff and (ii) maintain a settlement account established in accordance with the ISO-NE Rules which is sufficient to implement this Agreement. CMP and Buyer shall each comply with the ISO-NE Rules and the ISO-NE Tariff, as they may apply to the purchase and sale of the Entitlements contemplated under this Agreement.

ARTICLE 4
PRICE, BILLING AND PAYMENT

4.1 Entitlement Sales Charge.

In consideration for the transfer of the Entitlements to the Buyer hereunder, the Buyer agrees to pay to CMP, each month during the Term hereof, the Entitlement Sales Charge.

4.2 Billing and Payment.

4.2.1 Regular Billing. Unless and until prepayment of the Entitlement Sales Charge is required pursuant to Section 4.2.2 hereof, then billing of the Entitlement Sales Charge shall be by invoice sent to Buyer by CMP on or before the fifteenth (15th) day of each month. Each invoice shall set forth the calculation of the Entitlement Sales Charge for the Entitlements delivered to Buyer through the last day of the immediately preceding month.

4.2.2 Billing of Prepayments. If Buyer is required to make monthly prepayments of the Entitlement Sales Charge pursuant to Section 6.3 hereof, then CMP shall invoice Buyer for the Entitlement Sales Charge on or before the fifteenth (15th) day of each month using an estimate of the Entitlements reasonably expected to be delivered to Buyer during the following calendar month. At the end of each calendar month, CMP will compare the estimated deliveries of Entitlements with the actual deliveries of Entitlements to Buyer, and shall either credit or debit the next invoice to "true up" Buyer's payments. After the expiration of the Term of this Agreement, one final invoice shall be rendered by CMP to reflect either the final credit payable to Buyer or the final debit payable to CMP. All such true-ups will be calculated at the energy and capacity rates for the month for which the true-up applies.

4.2.3 Billing Address. Invoices from CMP to Buyer shall be sent by first class mail, courier or overnight delivery service to:

Address: FPL Energy Power Marketing, Inc.
700 Universe Blvd.
Juno Beach, Florida 33408

Attn: Manager, PMI Accounting

By thirty (30) days prior written notice to CMP, the Buyer may change the person or the address to which such invoice will be sent.

4.2.4 Payment by Buyer.

(a) The Buyer shall pay the amount stated in any invoice from CMP upon the later of (i) ten (10) days of the date appearing on the invoice or (ii) the

25th day of the month in which the invoice is received by Buyer ("Due Date"), Attachment 2 or if the Buyer in good faith objects to all or a portion of the invoice, the Buyer shall on or before the Due Date, (i) pay the undisputed portion of the invoice and (ii) provide an itemized statement of its objections setting forth in reasonable detail the basis for its objections. If the Buyer does not object prior to the Due Date, the Buyer shall be obligated to pay the full amount of such invoice, but the Buyer may subsequently object to such invoice and, if such objection proves to be correct, receive a refund of the disputed amount, plus interest (calculated using the Dispute Interest Rate set forth in Section 4.2.4(b)) from the date of Buyer's original payment through the date of CMP's refund payment; provided, however, that the Buyer must object to any invoice in time to provide a reasonable period for correction within the time period allowed by ISO-NE, provided further that the Buyer may object to any arithmetic or calculational errors in an invoice within six (6) months of the date of such invoice. The right to dispute or object to an invoice, shall, subject to the time limitation provided in this Section 4.2.4(a), survive the expiration or termination of this Agreement. Payments shall be made by electronic funds transfer to an account designated by CMP in the invoice or in a notice delivered to the Buyer.

(b) Any invoiced amounts remaining unpaid and not objected to after the expiration of the period for providing notice of a dispute pursuant to Section 4.2.4(a) shall bear interest at an annual interest rate equal to the prime rate (sometimes referred to as base rate) for corporate loans as published by The Wall Street Journal, in the money rates section, or in the event The Wall Street Journal ceases publication of such a rate, an equivalent rate selected by CMP, as such rate may be in effect from time to time during the period any such amounts remain unpaid, plus a margin of 200 basis points ("Late Payment Rate"). Any amounts which are the subject of a timely, good-faith dispute by Buyer but which are subsequently determined to be due and owing shall bear interest at an annual interest rate equal to the prime rate, as defined in the previous sentence ("Dispute Interest Rate").

(c) Unless the Parties mutually agree otherwise in writing, any payment due under subsection 4.2.4(a) or 4.2.4(b) hereof shall not be subject to monthly netting established by the Parties in the ordinary course of trading and shall be made without setoff or any other reduction on account of any claim Buyer may have against CMP, other than a claim for billing adjustment as set forth in subsection 4.2.4(a).

(d) All payments and refunds under this Agreement shall be made in United States dollars.

4.3 Payments to Power Sellers.

(a) CMP shall make timely payments to Power Sellers of all undisputed amounts due under the PPAs pursuant to the terms the PPAs.

(b) Except for the obligation under Section 7.3 to pay to the Buyer its proportionate share of (x) any damages collected from Power Sellers and (y) any refunds or credits received from Power Sellers as a result of the overstatement of capacity and/or delivered energy quantities that were used to calculate the Entitlement Sales Charge, CMP shall have no obligation to pay to the Buyer any monetary consideration received by CMP from Power Sellers, including, but not limited to:

(i) Any other credits or refunds received by CMP as a result of payments to Power Sellers; and

(ii) Any amounts now or hereafter due from Power Sellers to CMP for goods sold or services performed under the PPAs (*e.g.*, charges for interconnection maintenance).

ARTICLE 5

MEASUREMENT OF ENTITLEMENTS

5.1 Metering.

(a) Unless this responsibility is assumed by a Power Seller, CMP shall be the Assigned Meter Reader, in accordance with the ISO-NE Market Rules and Manuals, with respect to the Facilities and the Entitlements.

(b) Except as may be otherwise specifically provided for herein, the Entitlements received by CMP from Power Sellers, and subsequently transferred to the Buyer, will be measured using the electric meters and associated equipment identified in the PPAs, which meters and equipment shall be owned, operated and maintained by CMP. The meters and associated equipment shall meet the standards set forth in ISO-NE Operating Procedure No. 18, as may be amended from time to time.

(c) Any corrections to or adjustment of metering data shall be in accordance with ISO-NE Market Rules and Manuals.

ARTICLE 6

SECURITY REQUIREMENTS

The security requirements of Buyer are defined in the Credit and Settlement Agreement.

ARTICLE 7

CMP RESPONSIBILITIES

7.1 Information Regarding Operational Matters.

(a) CMP agrees to provide written notice to Power Sellers requesting that all written communications regarding Facility operation, dispatch,

scheduling and other matters relevant to the PPAs continue to be provided to CMP, but that a copy of all such written communications also be sent to the Buyer at the address set forth in Article 16 hereof. To the extent that CMP receives any written communication relating to the operation, dispatch or scheduling of a Facility, or the availability of the Entitlements from a Facility, and CMP has a reasonable basis for believing that the Buyer has not received a copy of such communication, CMP agrees promptly to forward a copy to the Buyer at the address set forth in Article 15 hereof, or in such other manner as may reasonably be agreed upon by the Parties in writing. The Buyer hereby agrees to be subject to and comply with any confidentiality provisions of the PPAs with respect to such communications.

(b) CMP shall be responsible for communicating with Power Sellers and ISO-NE, as necessary, regarding the dispatch, scheduling of planned outages and any unplanned outages of the Facilities. To the extent that such information is available, CMP will provide Buyer with relevant ISO-NE maintenance schedules and other operating and scheduling data on a daily basis and as otherwise reasonably requested by Buyer.

7.2 Access to Metering and Telemetry.

To the extent permitted under the provisions of the PPAs and at Buyer's expense, CMP agrees to provide the Buyer with access to CMP's equipment or property for purpose of monitoring the deliveries of the Entitlements from the Facilities.

7.3 Enforcement of the PPAs.

CMP shall maintain responsibility for meter reading, billing, and enforcement of the performance obligations of the Power Sellers under the PPAs. CMP shall use reasonable efforts to enforce the provisions of the PPAs in order to assure that each Power Seller, in a timely manner, performs all material obligations required under each of the PPAs; provided, however, that except for the costs associated with the enforcement of routine, operational matters, Buyer will reimburse CMP for CMP's reasonable costs associated with enforcement activities undertaken by CMP. Such costs include, but are not limited to, costs arising from the employment of any counsel, consultants or experts, including the internal costs associated with personnel of CMP who devote time to any such non-routine matter. In matters in which it reasonably expects to seek reimbursement from Buyer under this Section 7.3, CMP will consult with Buyer regarding the selection and activities of outside counsel, consultants and experts in order to give Buyer the opportunity to manage the costs associated with such counsel, consultants and experts. The costs incurred by CMP to be reimbursed to it by the Buyer under this Section 7.3 shall be added to the bills rendered by CMP to the Buyer under Section 4.2 hereof, and shall be payable by the Buyer to CMP as provided in such Section 4.2.

Except for with respect to routine, operational matters, CMP shall make reasonable efforts to keep Buyer informed of its enforcement activities with respect to the obligations of Power Sellers under the PPAs. Upon notifying any Power Seller of an event of default under a PPA or other matter which, if unremedied by the Power

Seller, could result in an event of default or termination of the PPA by CMP, CMP shall as soon as practicable thereafter provide Buyer with a copy of such notice.

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In the event that a Power Seller fails to meet its performance obligations under a PPA or otherwise defaults and CMP collects any actual or liquidated damages as a result of such failure of performance, including, without limitation, any failure of performance as a result of which CMP terminates the PPA, CMP shall pay to Buyer a pro rata portion of such damages that are actually collected by CMP. The damages shall be prorated based upon the time period for which the damages are applicable.

In determining the prorated portion of damages that is payable to Buyer, CMP shall first determine the time period to which the damages are applicable. Damages shall then be prorated using the following formula:

$$\text{Prorated Damages} = \text{Total Damages} \times \frac{\text{Entitlement Days}}{\text{Days in Damage Period}}$$

Where:

Total Damages is the amount of damages collected by CMP as the result of a particular default by a Power Seller under a PPA.

Entitlement Days is the total number of Days in Damage Period during which Buyer was to receive Entitlements from the PPA.

Days in Damage Period is the number of days in the period of time for which the damages are assessed. For example, if CMP receives damages from a Power Seller as the result of the Power Seller's failure to meet an annual delivery amount, the Days in Damage Period shall be 365 days. If CMP receives damages from a Power Seller as the result of a termination of a PPA, the Days in Damage Period shall be the number of days that would have remained in the term of the PPA had it not been terminated prior to the end of the expected term.

Buyer shall not be paid its share of the Prorated Damages unless and until the Buyer has paid to CMP its proportionate share of any costs incurred by CMP in enforcing the PPAs.

Under no circumstances shall Prorated Damages include any amounts payable by Power Sellers under the Maine Energy Recovery Company PPA, it being understood that any damages payable thereunder are predominantly related to prior payments by CMP to buy down the rates charged under that PPA and accordingly are not fairly payable to Buyer.

7.4 Participation in Governmental Proceedings.

CMP agrees to participate at the Buyer's request and to reasonably cooperate in any governmental proceeding with respect to the PPAs or this Agreement. As used herein, the term "Governmental Proceeding" refers to an adjudicatory, rulemaking or

other proceeding before a regulatory authority (such as FERC or the Commission) having jurisdiction over CMP, the Buyer or the Entitlements. CMP shall not be required to incur any expense (such as, without limitation, outside counsel fees in making an appearance at the request of Buyer) unless Buyer shall first indemnify CMP against such reasonable costs and agree to make CMP whole for any reasonable costs of such appearance or any other expense incurred under this Section 7.4. The Buyer agrees that CMP shall be entitled to appear in its own right and at its own expense in any Governmental Proceeding in order to protect its interests under this Agreement and in matters beyond the scope of this Agreement.

7.5 Dispatch and Scheduling of Entitlements

CMP's actions associated with the scheduling and dispatch of the Facilities shall be taken consistent with Good Utility Practice and in a manner that will not adversely affect the safety and reliability of CMP's system. To the extent allowed by the PPAs, CMP shall use reasonable efforts to dispatch and schedule deliveries of Entitlements in the same manner that it has historically dispatched and scheduled deliveries of Entitlements.

7.6 ISO-NE Market Rules and Manuals

(a) Unless any of these responsibilities are assumed by a Power Seller, CMP will be the Assigned Meter Reader and the Designated Entity in accordance with the ISO-NE Market Rules and Manuals with respect to the Entitlements.

(b) As between CMP and the Buyer, except as provided in (d) below, Buyer will be the Lead Participant with respect to the Entitlements and shall have the sole right to determine how the Entitlements and PPAs shall be dealt with under the bidding process set forth in the ISO-NE Market Rules and Manuals. In particular, Buyer shall solely have the right to perform any bidding of the Entitlements with ISO-NE, including the right to determine the amount of any such bid.

(c) The parties recognize that the Power Sellers' Facilities are non-dispatchable Qualifying Facilities. Pursuant to ISO-NE Market Rules and Manuals, such Facilities are not subject to ISO-NE dispatch during periods of regional excess generation or local transmission constraints. During either such event, Buyer may be subject to negative Locational Marginal Prices associated with the Entitlements. Buyer shall assume the risks of transmission congestion and system losses as reflected in locational price differences between the Power Sellers' Facilities and other points within ISO-NE and CMP shall have no obligation to reimburse Buyer for such differences.

(d) Notwithstanding paragraph (b) above, the Parties acknowledge that CMP will be responsible for the collection and submission of certain operating information relating to the Power Seller's Facilities, as required by ISO-NE to properly determine the Unforced Capacity ratings of the Entitlements. Furthermore, with respect to the submission of any information relating to the Entitlements required by ISO-NE in its administration of the Forward Capacity Market, Buyer will timely notify

CMP of all requests for such information and Buyer will submit such information to ISO-NE only in accordance with CMP's specific instructions.

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7.7 No Agency or Fiduciary Obligation.

CMP shall have no obligation to act as Buyer's agent in any matter arising under this Agreement, nor shall CMP have any fiduciary obligation to Buyer. For example, but without limitation, CMP may appear in regulatory proceedings in furtherance of its own best interests and without regard to the interests of Buyer.

ARTICLE 8
BUYER RESPONSIBILITIES

8.1 Operational Matters Relating to the Entitlements.

(a) The Buyer will make its own arrangements at the Buyer's own cost for the transmission and sale of the Entitlements to points beyond the Delivery Point.

(b) The Buyer acknowledges that, except as specifically provided in Article 7 and in Section 3.3, CMP has no obligations or responsibility regarding (i) operation of the Facilities; (ii) dispatch or scheduling outages, or return to service, of the Facilities; (iii) transmission of electricity produced by the Facilities; or (iv) the Buyer's sale of the Entitlements.

8.2 Taxes.

The Buyer is responsible for and will pay any sales or use taxes applicable to the transfer of the Entitlements under this Agreement.

ARTICLE 9
DELIVERY POINT; TRANSMISSION; LOSSES

9.1 Delivery Point.

CMP shall deliver the Entitlements to the locations on the CMP transmission and distribution system represented by the ISO-NE Market System Node associated with each Facility on Schedule 3, each a designated Delivery Point. Title to and risk of loss related to the Entitlements shall transfer to Buyer at the Delivery Point. CMP shall bear all line losses to the Delivery Point. Notwithstanding the foregoing, if Entitlements are not delivered to the Delivery Point but nonetheless such Entitlements are recognized in the ISO-NE Market Settlement process as qualifying Settlement Resources of the Buyer in the Unforced Capacity and Energy markets, then such Entitlements, for purposes of this Agreement, shall be deemed to have been delivered to the Delivery Point.

Upon taking delivery and title at the Delivery Point, the Buyer shall be responsible for making all arrangements and paying all costs necessary for the further transmission of the Entitlements. Such costs may include, but are not limited to, transmission charges, ancillary services charges, line losses, transmission congestion charges, and any other applicable system costs or charges associated with the transmission of the Entitlements from the Delivery Point to any other location. Buyer shall not be responsible for any costs associated with the delivery of the Entitlements to the Delivery Point.

ARTICLE 10 REPRESENTATIONS AND WARRANTIES

10.1 Representations and Warranties of CMP.

CMP hereby represents and warrants to the Buyer that:

(a) CMP is a corporation duly organized, validly existing and in good standing under the laws of the State of Maine and is duly qualified to do business in all jurisdictions where such qualification is required or where such qualification is necessary for it to perform its obligations hereunder.

(b) CMP has full power and authority to carry on its business as now being conducted, to enter into this Agreement and perform its obligations hereunder. The execution, delivery and performance of this Agreement have been duly authorized by all necessary corporate action and do not and will not contravene its organizational documents or conflict with, result in a breach of, or entitle CMP (with due notice or lapse of time or both) to terminate, accelerate or declare a default under, any agreement or instrument to which it is a party or by which it is bound. The execution, delivery and performance by CMP of this Agreement will not result in any violation by it of any law, any order of any court or other agency of government, rule or regulation applicable to it. CMP is not a party to, nor subject to or bound by, any judgment, injunction or decree of any court or other governmental entity which may restrict or interfere with the performance of this Agreement by it.

(c) This Agreement is the legal, valid and binding obligation of CMP, enforceable against it in accordance with its terms, except as such enforcement may be subject to bankruptcy, insolvency, reorganization, fraudulent conveyance, avoidance, preferential transfer, moratorium or other similar laws now or hereafter in effect relating to creditors' rights generally and by general principles of equity that may limit the availability of equitable remedies and contractual obligations generally (regardless of whether the issue of enforceability is considered in a proceeding in equity or at law), and the remedy of specific performance and injunctive relief may be subject to the discretion of the court before which any proceeding therefor may be brought.

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(d) Except for CMP Required Regulatory Approvals, no consent, waiver, order, approval, authorization or order of, or registration, qualification or filing with, any court or other governmental agency or authority is required for the execution, delivery and performance by CMP of this Agreement and the consummation by CMP of the transactions contemplated hereby, except such consents which have been obtained, and as to such consents the same are final, are in full force and effect, and are not subject to any appeal or further judicial or administrative proceedings. No consent or waiver of any party to any contract to which CMP is a party or by which CMP is bound is required for the execution, delivery and performance by CMP of this Agreement.

(e) There is no action, suit, grievance, arbitration or proceeding (other than proceedings of general applicability to the electrical generation, transmission and distribution industry and proceedings in the ordinary course of business to obtain authorizations, approvals and permits) pending or, to the knowledge of CMP, threatened against or affecting CMP at law or in equity, before any federal, state, municipal or other governmental court, department, commission, board, arbitrator, bureau, agency or instrumentality which prohibits or impairs CMP's ability to execute and deliver this Agreement or to consummate any of the transactions contemplated hereby.

10.2 Representations and Warranties of the Buyer.

The Buyer hereby represents and warrants to CMP that:

(a) Buyer is a corporation, duly organized, validly existing and in good standing under the laws of the State of Florida and is duly qualified to do business in all jurisdictions where such qualification is required or where such qualification is necessary for it to perform its obligations hereunder.

(b) Buyer has full power and authority to carry on its business as now being conducted, to enter into this Agreement and perform its obligations hereunder. The execution, delivery and performance of this Agreement have been duly authorized by all necessary corporate or other organizational action and do not and will not contravene its organizational documents or conflict with, result in a breach of, or entitle Buyer (with due notice or lapse of time or both) to terminate, accelerate or declare a default under, any agreement or instrument to which it is a party or by which it is bound. The execution, delivery and performance of this Agreement by Buyer will not result in any violation by it of any law, any order of any court or other agency of government, rule or regulation applicable to it. Buyer is not a party to, nor subject to or bound by, any judgment, injunction or decree of any court or other governmental entity which may restrict or interfere with the performance of this Agreement by it.

(c) This Agreement is the legal, valid and binding obligation of Buyer, enforceable against it in accordance with its terms, except as such enforcement may be subject to bankruptcy, insolvency, reorganization, fraudulent conveyance, avoidance, preferential transfer, moratorium or other similar laws now or hereafter in effect relating to creditors' rights generally and by general principles of equity that may

limit the availability of equitable remedies and contractual obligations generally (regardless of whether the issue of enforceability is considered in a proceeding in equity or at law), and the remedy of specific performance and injunctive relief may be subject to the discretion of the court before which any proceeding therefor may be brought.

(d) No consent, waiver, order, approval, authorization or order of, or registration, qualification or filing with, any court or other governmental agency or authority is required for the execution, delivery and performance by Buyer of this Agreement and the consummation by Buyer of the transactions contemplated hereby, except such consents which have been obtained, and as to such consents the same are final, are in full force and effect, and are not subject to any appeal or further judicial or administrative proceedings. No consent or waiver of any party to any contract to which Buyer is a party or by which Buyer is bound is required for the execution, delivery and performance by Buyer of this Agreement.

(e) There is no action, suit, grievance, arbitration or proceeding (other than proceedings of general applicability to the electrical generation, transmission and distribution industry and proceedings in the ordinary course of business to obtain authorizations, approvals and permits) pending or, to the knowledge of Buyer, threatened against or affecting Buyer at law or in equity, before any federal, state, municipal or other governmental court, department, commission, board, arbitrator, bureau, agency or instrumentality which prohibits or impairs Buyer's ability to execute and deliver this Agreement or to consummate any of the transactions contemplated hereby.

(f) The Buyer has made a complete and thorough review of the contemplated transaction and all related documents that the Buyer deemed necessary and sufficient for it to understand the benefits and risks of the transactions contemplated by this Agreement, and that it is not relying on any representations or warranties by CMP or any person actually or purportedly acting on CMP's behalf with respect to any matter affecting or arising out of or in connection with the PPAs.

ARTICLE 11 CONFIDENTIALITY

11.1 Confidentiality.

(a) The Parties agree not to disclose to any third person and to keep confidential, and to cause and instruct their Affiliates, officers, directors, members, employees and representatives not to disclose to any third party and to keep confidential, any and all information designated in writing by a Party as confidential, proprietary or trade secret and obtained by either Party from the other relating to this Agreement or the underlying transactions without the prior written consent of the other Party, which consent shall not be unreasonably withheld or delayed; provided, however, that any information may be disclosed by a receiving Party (i) to the extent required by applicable laws and regulations or by any subpoena or similar legal process so long as the Party whose information is being disclosed is given written

notice, if such notice is practicable, at least five (5) days prior to such disclosure; (ii) to the extent the information is in the public domain or the disclosing Party shall have otherwise made the information public or shall have consented in writing prior to any such disclosure; (iii) in connection with the required submission or disclosure of this Agreement or any of its terms to the Commission; or (iv) to the extent the information was known to the receiving Party independent of receipt from the disclosing Party and without violation of this Agreement by the receiving Party.

(b) Notwithstanding the provisions of Section 11.1(a) above, CMP reserves the right to file this Agreement with the Commission and with FERC in accordance with the Rules and Regulations of the Commission and FERC. The Buyer agrees to cooperate with and to support such filings by CMP, and to be bound by any determination of the Commission and FERC regarding such information or filing. In particular, Buyer agrees that CMP may file this Agreement with FERC on a non-confidential basis and that CMP shall have no obligation to seek a protective order or other similar mechanism with respect to this Agreement.

(c) Buyer shall at all times comply with the ISO-NE Information Policy. To the extent that the ISO-NE Information Policy would impose a stricter confidentiality standard on either Party with regard to any information relating to the Entitlements or this Agreement, the Parties agree to comply with that stricter confidentiality standard.

11.2 Equitable Relief.

The Parties agree that remedies at law may be inadequate to protect the disclosing Party in the event of a breach of confidentiality, and the receiving Party hereby, in advance, agrees to the granting of injunctive relief in favor of the disclosing Party to prevent the continuation of any such breach without proof of actual damages. The rights and duties accruing from this provision may not be transferred or assigned by any Party without the prior written consent of the other Party.

ARTICLE 12 EVENTS OF DEFAULT: REMEDIES

12.1 Events of Default by the Buyer.

Any one or more of the following shall constitute an "Event of Default" hereunder with respect to the Buyer:

(a) the Buyer shall fail to pay any amounts due from the Buyer to CMP hereunder and such failure continues for more than five (5) Business Days after written notice of such failure from CMP;

(b) the Buyer shall fail to deliver and maintain any required credit support within the applicable timeframe as required by the Credit and Settlement Agreement;

(c) the Buyer shall fail to provide CMP with notice of a downgrade within the applicable timeframe, as required by the Credit and Settlement Agreement; Attachment 2 Page 21 of 38

(d) the Buyer shall fail to either (i) maintain an effective Market Participant Service Agreement pursuant to the ISO-NE Tariff or (ii) maintain a settlement account established in accordance with the ISO-NE Rules which is sufficient to implement this Agreement, and such failure continues for more than five (5) Business Days after written notice of such failure from CMP;

(e) default shall occur in the performance of any other covenant or condition to be performed by the Buyer hereunder and such default shall continue unremedied for a period of thirty (30) days after written notice from CMP specifying the nature of such default;

(f) a custodian, receiver, liquidator or trustee of the Buyer, or any Buyer Guarantor, or of a material portion of the property of either, is appointed or takes possession and such appointment or possession remains uncontested or in effect for more than sixty (60) days; or the Buyer or any Buyer Guarantor makes an assignment for the benefit of its creditors or admits in writing its inability to pay its debts as they mature; or the Buyer or any Buyer Guarantor is adjudicated bankrupt or insolvent; or an order for relief is entered under the Federal Bankruptcy Code against the Buyer or any Buyer Guarantor; or any of the material property of either is sequestered by court order and the order remains in effect for more than sixty (60) days; or a petition is filed against the Buyer or any Buyer Guarantor under any bankruptcy, reorganization, arrangement, insolvency, readjustment of debt, dissolution or liquidation law of any jurisdiction, whether now or subsequently in effect, and is not stayed or dismissed within sixty (60) days after filing;

(g) the Buyer or any Buyer Guarantor files a petition in voluntary bankruptcy or seeking relief under any provision of any bankruptcy, reorganization, arrangement, insolvency, readjustment of debt, dissolution or liquidation law of any jurisdiction, whether now or subsequently in effect; or consents to the filing of any petition against it under any such law; or consents to the appointment of or taking possession by a custodian, receiver, trustee or liquidator of the Buyer or any Buyer Guarantor or a material portion of the property of either;

(h) CMP terminates or suspends performance of the Retail SOS Agreement because Buyer breached the Retail SOS Agreement;

(i) a Provider Default (as defined in the Order(s)) occurs, and as a result, Buyer's rights as SOS Provider are terminated pursuant to the applicable provisions of the Order(s); or

(j) the occurrence of any event of default by any Buyer Guarantor under any Guaranty provided thereby pursuant to the Credit and Settlement Agreement.

12.2 Events of Default by CMP.

Any one or more of the following shall constitute an "Event of Default" hereunder with respect to CMP:

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- (a) default shall occur in the payment of any amounts due from CMP to the Buyer hereunder which shall continue for more than thirty (30) days beyond the due date;
- (b) CMP shall fail to either (i) maintain an effective Market Participant Service Agreement pursuant to the ISO-NE Tariff or (ii) maintain a settlement account established in accordance with the ISO-NE Rules which is sufficient to implement this Agreement, and such failure continues for more than five (5) Business Days after written notice of such failure from Buyer;
- (c) default shall occur in the performance of any other covenant or condition to be performed by CMP hereunder and such default shall continue unremedied for a period of thirty (30) days after notice from the Buyer specifying the nature of such default;
- (d) a custodian, receiver, liquidator or trustee of CMP or of a material portion of its property is appointed or takes possession and such appointment or possession remains uncontested or in effect for more than sixty (60) days; or CMP makes an assignment for the benefit of its creditors or admits in writing its inability to pay its debts as they mature; or CMP is adjudicated bankrupt or insolvent; or an order for relief is entered under the Federal Bankruptcy Code against CMP; or any of the material property of CMP is sequestered by court order and the order remains in effect more than sixty (60) days; or a petition is filed against CMP under any bankruptcy, reorganization, arrangement, insolvency, readjustment of debt, dissolution or liquidation law of any jurisdiction, whether now or subsequently in effect, and is not stayed or dismissed within sixty (60) days after filing;
- (e) CMP files a petition in voluntary bankruptcy or seeking relief under any provision of any bankruptcy, reorganization, arrangement, insolvency, readjustment of debt, dissolution or liquidation law of any jurisdiction, whether now or subsequently in effect; or consents to the filing of any petition against it under any such law; or consents to the appointment of or taking possession by a custodian, receiver, trustee or liquidator of CMP or a material portion of its property;
- (f) Buyer terminates or suspends performance of the Retail SOS Agreement because CMP breached the Retail SOS Agreement; or
- (g) an event occurs permitting Buyer to terminate its Standard Offer Service obligations (as defined in the Order) as a result of which such Standard Offer Service obligations and the Retail SOS Agreement are terminated pursuant to the applicable provisions of the Order and the Retail SOS Agreement, respectively.

12.3 Remedies.

The Parties shall have the following remedies available to them with respect to

(a) Neither Party may suspend performance or terminate this Agreement as a result an event or occurrence as specified in subsections 12.1 (a) through 12.1 (e), 12.1(h) through (j), 12.2(a) through 12.2(c), or 12.2(f) and 12.2(g), as to which there is a good faith dispute between the Parties concerning the right of the non-defaulting Party to terminate this Agreement. The Parties agree to submit such good faith dispute to binding arbitration pursuant to Article 15 of this Agreement and acknowledge that such obligation shall be subject to enforcement by a decree of specific performance.

(b) If an Event of Default has occurred and is continuing with respect to CMP, Buyer shall be entitled to recover its direct damages and losses related to all transactions contemplated between the Parties hereunder, such recovery shall be determined pursuant to the applicable provisions of the Credit and Settlement Agreement.

(c) If an Event of Default has occurred and is continuing with respect to Buyer, CMP shall be entitled to recover its direct damages and losses related to all transactions contemplated between the Parties, such recovery shall be determined pursuant to the applicable provisions of the Credit and Settlement Agreement.

ARTICLE 13 LIMITATION ON LIABILITY

13.1 Indirect, Special or Consequential Damages.

The remedies set forth in Article 12 above shall be the sole and exclusive remedy for any Event of Default. Except with respect to the incidental costs set forth in Section 12.3(b) and 12.3(c), neither Party shall be entitled to recover special, indirect, incidental, punitive, multiple or consequential damages in connection with this Agreement or the performance of the Parties hereunder. This limitation shall apply to any claim arising out of or relating to a Party's performance under this Agreement, whether such claim is characterized as breach of contract, negligence or any other cause of action.

ARTICLE 14 RELATION TO STANDARD OFFER SERVICE

Each of Buyer and CMP acknowledge and agree that this Agreement is the result of a linked proposal for Standard Offer Service, which is to be provided for the Standard Offer Term by Buyer. Therefore, the Entitlements shall be linked to the provision of Standard Offer Service by Buyer during the Standard Offer Term pursuant to the terms of the Order of the Commission of January 9, 2007 designating Buyer as the standard offer provider for the provision of Standard Offer Service for the Standard Offer Term (the "Order"). Upon termination of this Agreement,, the Retail SOS Agreement and Buyer's obligations with respect to Standard Offer Service pursuant to

the Order, in each case, in accordance with the provisions thereof, CMP shall have the right to retain, use and/or sell to third parties all Entitlements and each Party shall be entitled to pursue all other remedies available to it under law, in this Agreement and under the Credit and Settlement Agreement.

ARTICLE 15 DISPUTE RESOLUTION; ARBITRATION

15.1 Resolution by Officers of the Parties.

In the event of any dispute between the Parties hereto as to a matter referred to herein or as to the interpretation of any part of this Agreement, including but not limited to this Section 15.1 or as to the determination of any rights or obligations or entitlements arising from or related to this Agreement, the Parties shall refer the matter to their duly authorized officers for resolution. Should such officers of the respective Parties fail to resolve the dispute within ten (10) days from such referral, the Parties agree that any such dispute, except for those with respect to which the Commission or FERC is the sole proper venue under applicable law, will not be referred to any court but will be referred to binding arbitration in Portland, Maine, and the provisions of this Article 15 shall apply.

15.2 Arbitration Request; Procedures.

If any dispute that is eligible for arbitration has not been resolved by the officers of the Parties within ten (10) days from referral to them, either Party may give notice in writing to the other of its desire to submit the dispute to arbitration, and may designate an arbitrator. Within fifteen (15) days after the receipt of such notice, the other Party may, in writing, serve upon the Party invoking such arbitration, a notice designating an arbitrator on its behalf. The two arbitrators so chosen shall within fifteen (15) days after the appointment of the second arbitrator, in writing, designate a third arbitrator. Upon the failure of the Party notified to appoint the second arbitrator within such time, the Party invoking such arbitration may proceed with the single arbitrator. If the first and second arbitrators are unable to agree on a third arbitrator within fifteen (15) days of the appointment of the second arbitrator, the first and second arbitrator shall invoke the services of the American Arbitration Association to appoint a third arbitrator. Said third arbitrator shall, to the extent practicable, have special competence and experience with respect to the subject matter under consideration. An arbitrator so appointed shall have full authority to act pursuant to this Section. No arbitrator, whether chosen by a Party hereto or appointed, shall have the power to amend or add to this Agreement. The Party calling the arbitration shall, within twenty (20) days after either the failure of the other Party to name an arbitrator, or the appointment of the third arbitrator, as the case may be, fix, in writing, a time and a place of hearing (which shall be in Portland, Maine), to be not less than twenty (20) days from delivery of notice to the other Party. The arbitrator or arbitrators shall, thereupon, proceed promptly to hear and determine the controversy pursuant to the then current rules of the American Arbitration Association for the conduct of commercial arbitration proceedings, except that if such rules shall conflict with the then current provisions of the laws of the State of Maine relating to arbitration, such

conflict shall be governed by the then current provisions of the laws of the State of Maine relating to arbitration. Such arbitrator or arbitrators shall fix a time within which the matter shall be submitted to him or them by either or both of the parties, and shall make his or their decision, within ten (10) days after the final submission to him or them unless, for good reasons to be certified by him or them in writing, he or they shall extend such time. The decision of the single arbitrator, or two of the three arbitrators, shall be taken as the arbitration decision. Such decision shall be made in writing and in duplicate, and one copy shall be delivered to each of the parties. The arbitrator or arbitrators by his or their award shall determine the manner in which the expense of the arbitration shall be borne, except that each Party shall pay the costs of its own counsel. Each Party shall accept and abide by the decision. The award of the arbitral tribunal shall be final except as otherwise provided by applicable law. Judgment upon such award may be entered by the prevailing Party in any court designated in Section 16.13, or application may be made by such Party to any such court for judicial acceptance of such award and an order of enforcement.

15.3 Binding Award.

This agreement to arbitrate and any award made hereunder shall be binding upon the successors and assigns and any trustee or receiver of each Party.

15.4 Continued Performance.

No dispute shall interfere with the Parties' continued fulfillment of their obligations under this Agreement pending the decision of the Arbitrator.

ARTICLE 16
MISCELLANEOUS PROVISIONS

16.1 Assignment.

(a) No assignment by either Party (or any successor or assignee thereof) of its rights and obligations hereunder shall be made or become effective without the prior written consent of the other Party, which consent may be withheld in such other Party's sole reasonable discretion. Any assignments by either Party shall be in such form as to assure that such Party's obligations under this Agreement will be honored fully and timely by any succeeding party.

(b) Notwithstanding Section 16.1(a), the Buyer may assign this Agreement without the prior written consent of CMP as collateral security to any lenders or financial institutions in connection with the financing of the same. Any reassignment of this Agreement by such lenders or financial institutions shall be subject to the assignee meeting all the requirements of Buyer under this Agreement, including, without limitation, the Credit and Settlement Agreement.

(c) Notwithstanding Section 16.1(a), CMP may assign this Agreement without the prior written consent of the Buyer in connection with (i) any restructuring, disaggregation, or divestiture involving the separation of any of the

generation, transmission or distribution functions of CMP into separate entities or the divestiture of all or a major portion of the assets of CMP which serve any one of such functions, provided that the assignee of this Agreement must be capable of performing CMP's obligations under this Agreement; (ii) any acquisition, consolidation, merger or other form of combination of CMP by or with any person or entity; (iii) the purchase, lease or other acquisition (in one or a series of transactions) of all or substantially all of the assets of any other person or entity; (iv) the conveyance, sale, lease, transfer or other disposition (in one or a series of transactions) of all or substantially all of the assets of CMP; or (v) as collateral security to any lenders or financing party in connection with any financing by CMP.

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16.2 Notices.

All notices, requests and other communications hereunder (herein collectively a "notice" or "notices"), other than invoices, shall be deemed to have been duly delivered, given or made to or upon any party hereto if in writing and delivered by hand or by certified or registered mail, postage pre-paid, return receipt requested, or to a courier who guarantees next Business Day delivery to such Party at its address set forth below or to such other address as such Party may at any time, or from time to time, direct by notice given in accordance with this Section 16.2.

IF TO CMP:

Central Maine Power Company
Vice President, Controller, Treasurer & Clerk
83 Edison Drive
Augusta, Maine 04336

With a copy to:

Central Maine Power Company
Legal Department
83 Edison Drive
Augusta, Maine 04336

IF TO THE BUYER:

FPL Energy Power Marketing, Inc.
Attn: Legal
700 Universe Blvd.
Juno Beach, Florida 33408

16.3 Compliance With Laws.

At all times during the term of this Agreement, the Parties shall comply with all laws, rules, requisitions, and codes of all governmental authorities having jurisdiction over each of their respective businesses which are now applicable, or may be applicable hereafter, including without limitation, all special laws, policies, ordinances, or regulations now in force, as amended or hereafter enacted. The parties

hereto shall maintain all licenses, permits and other consents from all governmental authorities having jurisdiction for the necessary use and operation of their respective business. Nothing herein shall be deemed a waiver of the parties' right to challenge the validity of any such law, rule or regulation.

16.4 Fees and Expenses.

Except as otherwise provided herein, each of the Buyer and CMP shall pay all fees and expenses incurred by, or on behalf of, such Party in connection with, or in anticipation of, entering into this Agreement.

16.5 Headings.

The headings to articles and sections throughout this Agreement are intended solely to facilitate reading and references to all articles, sections and provisions of this Agreement. Such headings shall not affect the meaning or interpretation of this Agreement.

16.6 Entire Agreement; Successors and Assigns.

This Agreement constitutes the entire understanding between the Parties hereto with respect to the subject matter hereof, supersedes any and all previous understandings between the Parties with respect to the subject matter hereof, and binds and inures to the benefit of the Parties, their successors and permitted assigns.

16.7 Severability.

The invalidity or unenforceability of any provisions of this Agreement shall not affect the other provisions hereof. If any provision of this Agreement is held to be invalid, such provision shall not be severed from this Agreement; instead, the scope of the rights and duties created thereby shall be reduced by the smallest extent necessary to conform such provision to the applicable law, preserving to the greatest extent the intent of the Parties to create such rights and duties as set out herein. If necessary to preserve the intent of the Parties hereto, the Parties shall negotiate in good faith to amend this Agreement, adopting a substitute provision for the one deemed invalid or unenforceable that is legally binding and enforceable.

16.8 Further Assurances.

In connection with this Agreement and the transactions contemplated hereby, each Party shall execute and deliver any additional documents and instruments and perform any additional acts that may be reasonably necessary or appropriate to effectuate and perform the provisions of this Agreement and such transactions and the intention of the Parties hereto.

16.9 Changes in Law.

If and to the extent that during the Term, any laws or regulations shall change which govern any transaction contemplated herein or business operations so as to

make either unlawful, then CMP and the Buyer hereby agree to effect such modifications to this Agreement as shall be reasonably necessary for the Agreement to accommodate any such legal or regulatory changes.

16.10 Changes in ISO-NE Rules.

If, after the execution of this Agreement, any right or obligation of a Party under this Agreement is materially altered as the result of any revision to ISO-NE Rules, the Parties agree to negotiate in good faith in an attempt to amend this Agreement to conform to the revised ISO-NE Rules. The intent of the Parties is that any such amendment will preserve, as closely as possible, the basic intent and substance of this Agreement, which is (i) for CMP to transfer to Buyer the energy and any associated electrical products purchased by CMP under the PPAs and (ii) for Buyer to pay to CMP an amount that is equivalent to the Entitlement Sales Charge that would have been paid but for the revision to the ISO-NE Rules.

16.11 Counterparts.

This Agreement may be executed simultaneously in two or more counterparts, any of which need not contain the signatures of more than one Party, but all such counterparts taken together shall constitute one and the same Agreement.

16.12 Interpretation.

In the event of any dispute concerning the construction or interpretation of this Agreement or any ambiguity hereof, there shall be no presumption that this Agreement or any provision hereof be construed against the Party who drafted this Agreement.

16.13 Applicable Law and Forum.

When not in conflict with federal laws, interpretation and performance of this Agreement shall be in accordance with, and shall be controlled by the laws of the State of Maine, except its conflict of laws provisions to the extent they would require the application of the laws of any other jurisdiction. Except for those matters covered in this Agreement and jurisdictional to FERC or the appellate courts having jurisdiction over FERC matters, any legal action or proceeding arising under or relating to this Agreement must, if it is not subject to arbitration hereunder, be brought in a court of the State of Maine or a federal court of the United States of America located in the State of Maine. For example, any action to enforce an arbitration demand or to confirm or enforce an arbitration award shall be brought in such courts.

16.14 Several Obligations

Except where specifically stated in this Agreement to be otherwise, the duties, obligations and liabilities of the Parties are intended to be several and not joint or collective. Nothing contained in this Agreement shall ever be construed to create an association, trust, partnership or joint venture or to impose a trust or partnership duty, obligation or liability or agency relationship on or with regard to either Party. Each Party shall be individually and severally liable for its own obligations under this

16.15 Continuing Obligations.

Notwithstanding any assignments of rights or duties hereunder, neither Party shall be relieved of any duties or responsibilities under this Agreement and this Agreement shall continue in accordance with its terms and such Party shall be and remain liable to the other under all provisions of this Agreement unless the other Party has expressly consented in writing to such release of duties and responsibilities, such consent not to be unreasonably withheld. Further, any payments made by one Party to an assignee of the other Party or any other actions taken by such Party with respect to such assignee shall be in full satisfaction of any duties or responsibilities which the Party would otherwise owe to the other Party, as if made or taken directly to such other Party.

16.16 Public Statements.

CMP and the Buyer agree that they will consult with each other in advance of making any public announcement or press release, or otherwise disclosing any information relating to the execution of this Agreement or any transactions contemplated hereby, and will negotiate in good faith respect to the form, content and timing thereof; provided, however, that each Party reserves the right to make such statements as are required, in the opinion of its counsel, by applicable law.

16.17 Changes In Rates, Charges, Terms or Conditions.

The rates, charges, terms and conditions contained in this Agreement are not subject to change under Sections 205 or 206 of the Federal Power Act, as either section may be amended or superseded, absent the mutual written agreement of the Parties. It is the intent of this Section that, to the maximum extent permitted by law, the rates, charges, terms and conditions of this Agreement shall not be subject to change.

IN WITNESS WHEREOF, and intending to be legally bound hereby, the Parties hereto have caused this Agreement to be duly executed by their respective duly authorized officers as of the date and year first above written.

Witness:

CENTRAL MAINE POWER COMPANY

Susan E. Clary

By:

Eric N. Stinneford

Vice President, Controller, Treasurer & Clerk

Witness:

FPL ENERGY POWER MARKETING, INC.

Jessica L. Horan

By:

mya maito



Jessica L. Horan
Commission # DD344440
Expires: AUG. 05, 2008
Bonded Thru
Atlantic Bonding Co., Inc.



Index to Schedules and Exhibits

Attachment 2
Page 30 of 38

Schedule 1 : List of PPA Documents

Schedule 2: Energy and Capacity Rates

Schedule 3: Designated Nodal Delivery Points

Exhibit A: Form of Officer's Certificate

THERMAL ENTITLEMENTS

<u>Common Name</u>	<u>Party</u>	<u>Document Name</u>	<u>Date</u>	<u>Document No. from Bid Document List</u>
Maine Energy	Maine Energy Recovery Co.	Power Purchase Agreement	01/12/84	11-001
		First Amendment	04/25/86	11-002
		Second Amendment	02/21/91	11-003
		Third Amendment	11/06/95	11-004
	CL Power Sales One LLC	Capacity Sales Agreement	11/06/95	11-005
		Capacity Purchase Agreement	11/06/95	11-006
		Intercreditor Agreement	04/30/96	11-007
		Escrow Agreement	04/30/96	11-008
		Consent and Agreement	04/30/96	11-009
		Collateral Assignment	04/30/96	11-010
Maine Energy	Maine Energy Recovery Co.	Security Agreement	04/30/96	11-011
		Security Agreement (Maine Energy to CMP)	04/30/96	11-012
		CMP Subordination Agreement (CMP, Maine Energy, ING)	04/30/96	11-013
		Non-disturbance & Attornment Agreement (ING, CL One, CMP)	04/30/96	11-014
		Consent & Agreement (CMP Agent, Maine Energy)	04/30/96	11-015

		Letter Agreement	08/09/00	11-016
<u>Common Name</u>	<u>Party</u>	<u>Document Name</u>	<u>Date</u>	<u>Document No. from Bid Document List</u>
Mid-Maine Waste Action Corp.	Bath-Brunswick Area Waste-to-Energy Project	Power Purchase Agreement	10/16/84	51-001
		Amendment	04/26/85	51-002
		Second Amendment	12/12/85	51-003
		Third Amendment	06/16/88	51-004
		Consent to Assignment Agreement	06/16/88	51-005
		Amended Exhibit E to Third Amendment	09/12/88	51-006
		CMP Consent Agreement	08/01/89	51-007
		Assignment of Power Contract	08/01/89	51-008
		Fourth Amendment	02/21/90	51-009
		Fifth Amendment	09/24/90	51-010
		CMP Consent Agreement	10/01/91	51-011
		Amendment to Assignment of Power Contract	10/01/91	51-012
		Letter Agreement	01/10/94	51-013
		Sixth Amendment	03/30/94	51-014
		Sixth Amendment Substitute Page 7	04/12/94	51-015
		Seventh Amendment	06/01/95	51-016
		Release	06/07/95	51-017

		Escrow Agreement	02/26/96	51-018
<u>Common Name</u>	<u>Party</u>	<u>Document Name</u>	<u>Date</u>	<u>Document No. from Bid Document List</u>
Champion Paper	Scientific Energy and Recycling Company	Power Purchase Agreement	11/17/84	56-001
		Modification and Consent to Assignment	11/26/86	56-002
		First Amendment	04/03/89	56-003
		Second Amendment	12/28/92	56-004
		Third Amendment	03/28/96	56-005
		Acquisition of International Paper Letter	04/16/01	56-006

Schedule 2
MONTHLY RATES FOR ENERGY AND CAPABILITY

Champion			MERC			MMWAC		
	Capacity (\$/kW- month)	Energy (\$/MWh)		Capacity (\$/kW- month)	Energy (\$/MWh)		Capacity (\$/kW- month)	Energy (\$/MWh)
Mar-07	\$3.050	\$56.163	Mar-07	\$3.050	\$57.334	Mar-07	\$3.050	\$57.490
Apr-07	\$3.050	\$54.895	Apr-07	\$3.050	\$56.601	Apr-07	\$3.050	\$56.684
May-07	\$3.050	\$53.806	May-07	\$3.050	\$55.406	May-07	\$3.050	\$55.353
Jun-07	\$3.050	\$54.641	Jun-07	\$3.050	\$57.091	Jun-07	\$3.050	\$56.921
Jul-07	\$3.050	\$61.210	Jul-07	\$3.050	\$63.836	Jul-07	\$3.050	\$64.001
Aug-07	\$3.050	\$60.737	Aug-07	\$3.050	\$64.461	Aug-07	\$3.050	\$64.573
Sep-07	\$3.050	\$55.404	Sep-07	\$3.050	\$59.109	Sep-07	\$3.050	\$59.147
Oct-07	\$3.050	\$54.917	Oct-07	\$3.050	\$60.162	Oct-07	\$3.050	\$60.329
Nov-07	\$3.050	\$60.203	Nov-07	\$3.050	\$62.906	Nov-07	\$3.050	\$63.029
Dec-07	\$3.050	\$67.116	Dec-07	\$3.050	\$70.769	Dec-07	\$3.050	\$70.791
Jan-08	\$3.050	\$87.851	Jan-08	\$3.050	\$90.377	Jan-08	\$3.050	\$90.664
Feb-08	\$3.050	\$86.931	Feb-08	\$3.050	\$89.178	Feb-08	\$3.050	\$89.309
Mar-08	\$3.050	\$67.262	Mar-08	\$3.050	\$69.881	Mar-08	\$3.050	\$70.065
Apr-08	\$3.050	\$64.249	Apr-08	\$3.050	\$64.965	Apr-08	\$3.050	\$65.118
May-08	\$3.050	\$56.632	May-08	\$3.050	\$58.490	May-08	\$3.050	\$58.399
Jun-08	\$3.750	\$57.768	Jun-08	\$3.750	\$60.336	Jun-08	\$3.750	\$60.157
Jul-08	\$3.750	\$66.704	Jul-08	\$3.750	\$68.831	Jul-08	\$3.750	\$69.088
Aug-08	\$3.750	\$64.756	Aug-08	\$3.750	\$68.071	Aug-08	\$3.750	\$68.161
Sep-08	\$3.750		Sep-08	\$3.750	\$60.763	Sep-08	\$3.750	\$60.837
Oct-08	\$3.750		Oct-08	\$3.750	\$60.172	Oct-08	\$3.750	\$60.329
Nov-08	\$3.750		Nov-08	\$3.750	\$62.153	Nov-08	\$3.750	\$62.240
Dec-08	\$3.750		Dec-08	\$3.750	\$71.589	Dec-08	\$3.750	\$71.620

Jan-09	\$3.750	
Feb-09	\$3.750	
Mar-09	\$3.750	
Apr-09	\$3.750	
May-09	\$3.750	
Jun-09	\$4.100	
Jul-09	\$4.100	
Aug-09	\$4.100	
Sep-09	\$4.100	
Oct-09	\$4.100	
Nov-09	\$4.100	
Dec-09	\$4.100	
Jan-10	\$4.100	
Feb-10	\$4.100	

Jan-09	\$3.750	\$86.054
Feb-09	\$3.750	\$85.205
Mar-09	\$3.750	\$67.117
Apr-09	\$3.750	\$62.134
May-09	\$3.750	\$55.609
Jun-09	\$4.100	\$58.030
Jul-09	\$4.100	\$66.278
Aug-09	\$4.100	\$65.044
Sep-09	\$4.100	\$58.094
Oct-09	\$4.100	\$57.209
Nov-09	\$4.100	\$59.815
Dec-09	\$4.100	\$68.493
Jan-10	\$4.100	\$82.221
Feb-10	\$4.100	\$81.821

Jan-09	\$3.750	\$86.318
Feb-09	\$3.750	\$85.340
Mar-09	\$3.750	\$67.298
Apr-09	\$3.750	\$62.277
May-09	\$3.750	\$55.489
Jun-09	\$4.100	\$57.870
Jul-09	\$4.100	\$66.540
Aug-09	\$4.100	\$65.130
Sep-09	\$4.100	\$58.159
Oct-09	\$4.100	\$57.340
Nov-09	\$4.100	\$59.907
Dec-09	\$4.100	\$68.521
Jan-10	\$4.100	\$82.467
Feb-10	\$4.100	\$81.950

Schedule 3
Designated Nodal Delivery Points

<u>Facility Name</u>	<u>Node Name</u>	<u>Network Node ID</u>
<u>Maine Energy</u>	<u>UN.LOUDEN 34.5MERC</u>	<u>476</u>
<u>Mid-Maine Waste Action Corp.</u>	<u>LD.HOTEL RD115</u>	<u>4171</u>
<u>Champion Paper</u>	<u>UN.BUCKSPRT115 CHAM</u>	<u>1108</u>

**OFFICER'S CERTIFICATE
OF**

I [officer's name] am [title] of [CMP or Buyer], a [state of incorporation] corporation ("_____"), and as such am authorized to execute and deliver this certificate on behalf of [CMP or Buyer] in connection with the Thermal Entitlement Agreement, dated as of [insert date] between Central Maine Power Company and [Buyer]. All capitalized terms used herein and not defined shall have the meanings set forth in the Thermal Entitlement Agreement.

I do hereby certify as follows:

1. The representations and warranties of [CMP or Buyer] contained in the Thermal Entitlement Agreement are true and correct as of the date hereof.
2. Each of the conditions precedent to the obligations of [CMP or Buyer] under Section 2.1 of the Thermal Entitlement Agreement have been either satisfied or waived by [CMP or Buyer] on and as of the date hereof.
3. The Effective Date of the Thermal Entitlement Agreement shall be [insert date].

IN WITNESS WHEREOF, the undersigned has executed this Certificate as of the _____ day of _____, 2007.